

Federal-Aid Highway State Match**FY2022 Request: \$71,200,000****Reference No: 32609****AP/AL:** Allocation**Project Type:** Construction**Category:** Transportation**Location:** Statewide**House District:** Statewide (HD 1-40)**Impact House District:** Statewide (HD 1-40)**Contact:** Dom Pannone**Estimated Project Dates:** 07/01/2021 - 06/30/2026**Contact Phone:** (907)465-2956**Appropriation:** Federal Program Match**Brief Summary and Statement of Need:**

State match is required for approximately \$680 million in federal-aid highway funding. These funds may also be used for advanced acquisition of Right-of-Way (ROW) parcels for projects that are eligible for federal funding. This ROW can be used in lieu of the state matching funds on a federally funded project. It is also provided that match funds be eligible for correcting off-system bridges. When the state performs work on improving bridges with non-federal funds, the value of this work can be credited as required match toward federally-funded bridge work. This means each such match dollar serves the state twice, once correcting a bridge problem and again as a match credit.

Funding:	FY2022	FY2023	FY2024	FY2025	FY2026	FY2027	Total
1003 G/F		\$71,200,000	\$71,200,000	\$71,200,000	\$71,200,000	\$71,200,000	\$356,000,000
Match							
1113 AHFC	\$71,200,000						\$71,200,000
Bonds							
Total:	\$71,200,000	\$71,200,000	\$71,200,000	\$71,200,000	\$71,200,000	\$71,200,000	\$427,200,000

☐ State Match Required
 ☐ One-Time Project
 ☐ Phased - new
 ☐ Phased - underway
 ☒ Ongoing
 0% = Minimum State Match % Required
 ☐ Amendment
 ☐ Mental Health Bill

Operating & Maintenance Costs:

	<u>Amount</u>	<u>Staff</u>
Project Development:	0	0
Ongoing Operating:	0	0
One-Time Startup:	0	0
Totals:	0	0

Prior Funding History / Additional Information:

Sec11 Ch8 SLA2020 P75 L14 HB205 \$8,109,305
 Sec11 Ch8 SLA2020 P80 L28 HB205 \$9,549,756
 Sec5 Ch8 SLA2020 P68 L14 HB205 \$47,340,939
 Sec1 Ch1 SLA2019 P6 L26 SB2002 \$60,000,000
 Sec1 Ch19 SLA2018 P10 L28 SB142 \$51,850,000
 Sec1 Ch1 SLA2017 P8 L23 SB23 \$34,100,000
 Sec1 Ch2 SLA2016 P8 L3 SB138 \$42,600,000
 Sec1 Ch38 SLA2015 P7 L19 SB26 \$50,000,000
 Sec1 Ch16 SLA2013 P86 L23 SB18 \$40,000,000
 Sec1 Ch17 SLA2012 P141 L23 SB160 \$47,200,000
 Sec1 Ch5 SLA2011 P102 L28 SB46 \$42,000,000
 Sec7 Ch43 SLA2010 P39 L5 SB230 \$41,100,000
 Sec1 Ch15 SLA2009 P22 L32 SB75 \$27,880,000
 Sec13 Ch29 SLA2008 P161 L25 SB221 \$40,600,000

Sec4 Ch30 SLA2007 P105 L17 SB53 \$40,000,000

Project Description/Justification:

Each year, the department estimates state matching funds based on the amount and type of federal highway funds estimated to be available in a fiscal year. This budget is based on preliminary estimates of the federal-aid highway funding that will be available in FY2021. The department has estimated federal funding levels to be approximately \$680 million in program funds.

The requested match amount is calculated as follows:

\$635.0 million	Expected Federal Highway funds
\$ 45.0 million	August redistribution
<u>\$680.0 million</u>	Expected federal funds, which require an average of 10% state match (some at 9.03%, and a smaller portion at 20%)

$\$680.0 \text{ million} / 90.97\% = \747.5 million (program total including match amount)

\$747.5 million	Program total including match amount
- 680.0 million	Federal funds
<u>\$ 67.5 million</u>	Match needed
+ 3.7 million	Funds for federally ineligible project costs (1/2 of 1% of program total)
<u>\$ 71.2 million</u>	Total match required for FY2022

\$71.2 million FY2022 capital budget project for match and federally ineligible costs for highway projects.

The increase of \$6.2 million in match funding over FY2021 is a result of the estimated federal highway program increasing by \$30 million in FY2022.

\$47,340,939 funded in FY2021 with general fund
 \$8,109,305 funded in FY2020 by re-appropriations
 \$9,549,756 funded in FY2021 with general fund backstop
 \$65,000,000 Total